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# Livingston Intergovernmental Commission

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## Annual Financial Report

December 31, 2000

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 6-6-01

**Livingston Intergovernmental Commission**

**Annual Financial Report  
Year Ended December 31, 2000**

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**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Livingston Intergovernmental Commission  
Livingston, Louisiana

We have audited the accompanying general purpose financial statements of Livingston Intergovernmental Commission, a component unit of the Town of Livingston, Louisiana as of December 31, 2000 and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of Livingston Intergovernmental Commission's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Livingston Intergovernmental Commission as of December 31, 2000, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2001 on our consideration of Livingston Intergovernmental Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Livingston Intergovernmental Commission. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



Bruce Harrell & Company, CPAs  
A Professional Accounting Corporation

February 15, 2001

**Livingston Intergovernmental Commission**

**Statement A**

**Combined Balance Sheet  
Fiduciary Fund Type - Expendable Trust Funds  
December 31, 2000**

**Assets**

Cash & Cash Equivalents	\$ 659,132
Investments, At Fair Value	5,939,632
Accrued Interest Receivable	55,984
Due From Other Funds	10,730
Property & Equipment:	
Land	104,054
Building	535,252
Equipment	80,198
Furniture & Fixtures	15,378
Total Assets	<u>\$ 7,400,360</u>

**Liabilities & Fund Balance**

Liabilities:	
Accounts Payable	\$ 1,776
Accrued Expenses Payable	4,056
Compensated Absences Payable	11,491
Due To Other Funds	10,730
Total Liabilities	<u>28,053</u>
Fund Balance, Reserved	7,372,307
Total Liabilities & Fund Balance	<u>\$ 7,400,360</u>

The accompanying notes are an integral part of these statements.

**Livingston Intergovernmental Commission**

**Statement B**

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balance  
Fiduciary Fund Type - Expendable Trust Funds  
Year Ended December 31, 2000**

**Revenues**

Investment Income:

Net Increase (Decrease) In Fair Value Of Investments	\$ 433,537
Interest Earned	258,335
Total Revenues	<u>691,872</u>

**Expenditures**

Commissioner Per Diem	8,850
Salaries	111,461
Employee Group Insurance	13,754
Payroll Taxes	10,301
Workmens' Compensation Insurance	2,155
Supplies & Materials	974
Advertising & Printing	1,007
Electricity	9,911
Telephone	3,641
Sanitation	8,637
Miscellaneous	1,087
Repairs & Maintenance	2,373
Legal & Accounting	17,286
Health Surveillance Contract	325,000
Medical Examinations	2,234
Environmental Surveillance Contract	19,250
Site Surveillance	25,848
Property & Liability Insurance	6,951
Total Expenditures	<u>570,720</u>

<b>Excess Revenues (Expenditures)</b>	<u>121,152</u>
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**Other Financing Sources (Uses)**

Gain (Loss) on Fixed Asset Disposal	(1,559)
Operating Transfers In (Out)	-
Total Other Financing Sources (Uses)	<u>(1,559)</u>

**Excess Revenues & Other Financing Sources  
(Expenditures & Other Financing Uses)**

Fund Balance, Reserved, Beginning Of Year	119,593
Initial Funding of Trust	7,252,610
Fund Balance, Reserved, End Of Year	104
	<u>\$ 7,372,307</u>

The accompanying notes are an integral part of these statements.

**Livingston Intergovernmental Commission**

**Statement C**

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual - Fiduciary Fund Type - Expendable Trust Funds  
Year Ended December 31, 2000**

	<u>Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
<b>Revenues</b>			
Investment Income:			
Net Increase (Decrease) In Fair Value Of Investments	\$ 307,700	\$ 433,537	\$ 125,837
Interest Earned	278,200	258,335	(19,865)
<b>Total Revenues</b>	<u>585,900</u>	<u>691,872</u>	<u>105,972</u>
<b>Expenditures</b>			
Commissioner Per Diem	9,000	8,850	150
Salaries	112,200	111,461	739
Employee Group Insurance	13,700	13,754	(54)
Payroll Taxes	10,500	10,301	199
Workmens' Compensation Insurance	2,300	2,155	145
Supplies & Materials	200	974	(774)
Advertising & Printing	1,100	1,007	93
Electricity	9,600	9,911	(311)
Telephone	3,600	3,641	(41)
Sanitation	8,700	8,637	63
Miscellaneous	2,300	1,087	1,213
Repairs & Maintenance	2,600	2,373	227
Legal & Accounting	19,400	17,286	2,114
Health Surveillance Contract	325,000	325,000	-
Medical Examinations	2,200	2,234	(34)
Environmental Surveillance Contract	21,000	19,250	1,750
Site Surveillance	29,200	25,848	3,352
Property & Liability Insurance	3,600	6,951	(3,351)
<b>Total Expenditures</b>	<u>576,200</u>	<u>570,720</u>	<u>5,480</u>
<b>Excess Revenues (Expenditures)</b>	<u>9,700</u>	<u>121,152</u>	<u>111,452</u>
<b>Other Financing Sources (Uses)</b>			
Gain (Loss) on Fixed Asset Disposal	-	(1,559)	(1,559)
Operating Transfers In (Out)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(1,559)</u>	<u>(1,559)</u>
<b>Excess Revenues &amp; Other Financing Sources (Expenditures &amp; Other Financing Uses)</b>	<u>\$ 9,700</u>	119,593	<u>\$ 109,893</u>
<b>Fund Balance, Reserved, Beginning Of Year</b>		7,252,610	
<b>Initial Funding of Trust</b>		104	
<b>Fund Balance, Reserved, End Of Year</b>		<u>\$ 7,372,307</u>	

The accompanying notes are an integral part of these statements.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**INTRODUCTION**

Livingston Intergovernmental Commission (the Commission) is a joint commission established December 4, 1985 between the Livingston Parish Council and the Town of Livingston as authorized by Article VI, Section 20 of the Louisiana Constitution of 1974 and Title 33, Section 1324 of the Louisiana Revised Statutes of 1950, to be recognized as a body corporate pursuant to Title 33, Section 1332 of the Louisiana Revised Statutes of 1950, and as a body corporate and politic and political subdivision of the State of Louisiana pursuant to Title 33, Section 1334(D) of the Louisiana Revised Statutes of 1950, as defined in Article VI, Section 44 of the Louisiana Constitution of 1954, with all rights, powers, and authority granted to political subdivisions of the state under the constitution and general laws of the state including, but not limited to, the provisions of Title 31, Section 149 of the Louisiana Revised Statutes of 1950.

The Commission's purpose is to provide general health and public service benefits as a consequence of the Illinois Central Gulf Railroad Company train derailment which occurred in the Town of Livingston on September 28, 1982. In March 1999, the Commission also began administering a health surveillance program at its medical facility as a consequence of the Combustion, Inc. class action settlement.

The Commission is composed of five board members appointed as follows: (1) the President of the Livingston Parish Council or his duly appointed designee who shall reside in the area evacuated as a result of the derailment, (2) the Mayor of the Town of Livingston, (3) one member either appointed by the Livingston Parish Council who shall reside in the area evacuated as a result of the derailment or who shall be the Councilman who officially represents the Council district in which the Town of Livingston is situated, (4) one member nominated by the Mayor of the Town of Livingston and approved by a majority vote of the Board of Aldermen of the Town of Livingston, and (5) one member appointed by at least three of the four previously appointed members who shall reside in the area evacuated as a result of the evacuation. Board members receive per diem compensation for each meeting attended.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying financial statements of the Commission have been prepared in conformity with *Generally Accepted Accounting Principles* (GAAP) as applied to governmental units. The *Governmental Accounting Standards Board* (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**B. REPORTING ENTITY**

The Commission is a component unit of the Town of Livingston, Louisiana, the financial reporting entity. The Town of Livingston, Louisiana is financially accountable for the Commission because it appoints a voting majority of the Board and has the ability to impose its will on them.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

The accompanying financial statements present information only on the funds maintained by the Commission and do not present information on the Town of Livingston, Louisiana, the general government services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

**C. FUND ACCOUNTING**

The Commission uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

*A fund is a separate accounting entity with a self-balancing set of accounts.*

The Commission has one category of funds, fiduciary funds, and within this category has one fund type, expendable trust funds.

**Fiduciary Funds**

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Commission. The Commission has one type of fiduciary fund, expendable trust funds. The expendable trust funds' resources, including both principal and earnings, may be expended.

**D. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet; however, fixed assets and long-term liabilities of expendable trust funds are also included on the balance sheet, even though they do not represent expendable resources or claims against current expendable resources. The modified accrual basis of accounting is used by all expendable trust funds. Revenues are recognized when they become measurable and available as current assets. Expenditures are recognized when the related fund liability is incurred. Transfers between funds that are not expected to be repaid are accounted for as other financing sources or uses, and are recognized at the time the underlying events occur.

**E. CASH & CASH EQUIVALENTS**

Cash includes amounts in demand deposits and interest-bearing money market deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of ninety days or less. Under state law, the Commission may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any state of the United States, or under the laws of the United States.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**F. INVESTMENTS**

Investments are limited by Louisiana RS 33:2955 and the Commission's investment policy. If the original maturities of investments exceed ninety days, they are classified as investments; however, if the original maturities are ninety days or less, they are classified as cash equivalents. Investments are carried at fair value.

**G. SHORT-TERM INTERFUND RECEIVABLES & PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables and payables.

**H. PROPERTY & EQUIPMENT**

Fixed assets of expendable trust funds are included on the balance sheet of the funds at historical cost. Donated property and equipment are valued at fair value on the date donated. Depreciation is not required for expendable trust funds and has, therefore, not been provided for.

**I. COMPENSATED ABSENCES**

Commission employees earn vacation leave of 40 hours per year for the first year of employment, 80 hours per year for the second year of employment, and 120 hours per year for the third year of employment. Only 40 hours of vacation leave may be carried forward at year end. Accumulated vacation leave is fully vested.

Commission employees earn sick leave of 80 hours per year regardless of the number of years of employment, and may accumulate a maximum of 240 hours. Accumulated sick leave is fully vested.

**J. USE OF ESTIMATES**

The preparation of financial statements in conformance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**NOTE 2 - CASH & CASH EQUIVALENTS**

At December 31, 2000, the Commission has cash and cash equivalents (book balances) totaling \$659,132 as follows:

Cash on Hand	\$ 20
Demand Deposits	143
Interest-Bearing Money Market Deposits	658,969
	<u>\$ 659,132</u>

These deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. At December 31, 2000, the Commission has \$683,369 in deposits (collected bank balances). These deposits are secured from risk by \$143 of federal deposit insurance and \$683,226 of U.S. Government securities.

**NOTE 3 - INVESTMENTS**

Investments are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by the Commission or its agent in the Commission's name
2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Commission's name
3. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the Commission's name

All investments held by the Commission fall into category 1 credit risk, defined as "insured or registered, or securities held by the Commission or its agent in the Commission's name." In accordance with GASB-31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, all investments are carried at fair value, with the estimate of fair value based on quoted market prices. At December 31, 2000, the Commission's investment balances are as follows:

	Carrying Amount	Fair Value
Federal Home Loan Bank (FHLB)	\$ 821,784	\$ 821,784
Federal Home Loan Mortgage Corporation (FHLMC)	584,316	584,316
Federal National Mortgage Association (FNMA)	950,314	950,314
Government National Mortgage Association (GNMA)	138,214	138,214
Separate Trading of Registered Interest/Principal of Securities (STRIPS)	2,230,995	2,230,995
Treasury Investment Growth Receipts (TIGR)	372,915	372,915
United States Treasury Notes	841,094	841,094
	<u>\$ 5,939,632</u>	<u>\$ 5,939,632</u>

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

The passage of Acts 374 and 1126 of the 1995 session of the Louisiana Legislature amended the provisions of Louisiana RS 33:2955 pertaining to local government investments. As a result of this amendment, certain securities held by the Commission which were once considered acceptable investments are now considered unacceptable. Louisiana Attorney General Opinion 95-442 states that the Commission is not legally required to divest itself of these securities which were legal when acquired prior to August 15, 1995. The securities held by the Commission at December 31, 2000 deemed unacceptable by the amendment of Louisiana RS 33:2955 are as follows:

	Carrying Amount	Fair Value
Treasury Investment Growth Receipts (TIGR)	\$ 372,915	\$ 372,915
	<u>\$ 372,915</u>	<u>\$ 372,915</u>

**NOTE 4 - PROPERTY & EQUIPMENT**

The changes in property & equipment follows:

	Balance 12/31/99	Asset Additions	Asset Deletions	Balance 12/31/00
Land	\$ 104,054	\$ -	\$ -	\$ 104,054
Building	368,878	166,374	-	535,252
Equipment	80,407	1,350	1,559	80,198
Furniture & Fixtures	15,378	-	-	15,378
Construction in Progress	121,907	44,467	166,374	-
	<u>\$ 690,624</u>	<u>\$ 212,191</u>	<u>\$ 167,933</u>	<u>\$ 734,882</u>

**NOTE 5 - COMPENSATED ABSENCES**

At December 31, 2000, employees of the Commission have accumulated and vested \$11,491 of employee leave benefits, which was computed in accordance with GASB Codification Section C60. Of this amount, \$1,481 is recorded as an obligation of the Operating Expense Fund, \$4,292 is recorded as an obligation of the Environmental Surveillance Fund, and \$5,718 is recorded as an obligation of the Health Surveillance Fund.

**NOTE 6 - INTERFUND ASSETS & LIABILITIES**

Due to and due from other funds at December 31, 2000:

Due To Health Surveillance Fund	Due From Operating Expense Fund	\$ 6,063
Due To Health Surveillance Fund	Due From Environmental Surveillance Fund	4,515
Due To Thirty Year Indemnity Fund	Due From Health Surveillance Fund	152
		<u>\$ 10,730</u>

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**NOTE 7 - RESERVED FUND BALANCES**

**Derailment Operating Expense Fund** is used to provide annual disbursements for operating expenditures not to exceed current and accumulated revenues. This fund will remain until all contingencies and other special funds have been disbursed and the Commission is dissolved.

**Derailment Environmental Surveillance Fund** is used to provide expert technical advisors to monitor and review all operations on or near the derailment site during the operation by Illinois Central Gulf Railroad Company.

It is now used to fulfill the Commission's responsibility to operate monitoring and detection facilities, to direct and supervise additional detection or recovery operations as indicated, and to comply with all requirements of the closure plan, modifications thereto, and any requirements or regulations imposed by the Louisiana Department of Environmental Quality (DEQ).

Upon notification by the State of Louisiana by DEQ or its successor that the program may be discontinued, fifty percent of any fund balance remaining in this fund will be paid (up to a maximum of \$200,000) to DEQ as reimbursement for costs and expenses incurred in supervising the Commission's operations. The remainder of this fund will be disbursed in the same manner provided for the Contingency Fund, described later.

Any year-end excess of revenues over expenditures may be transferred to the Health Surveillance Fund as deemed necessary by the Commission to continue health surveillance activities.

**Derailment Health Surveillance Fund** is used to provide an office and physician with staff retained to conduct annual physical examinations of all persons who have resided or presently reside in the area ordered evacuated as a consequence of the derailment.

Upon notification by the Court having jurisdiction of the class action approving the termination of the program after contradictory hearing, any fund balance remaining in this fund will be disbursed in the same manner provided for the Contingency Fund, described later.

**Derailment Thirty-Year Indemnity Fund** is used to respond to all suits, demands, and claims including, but not limited to, the claims of any public entity arising out of the derailment or the associated spill and release of chemicals or the site remediation and cleanup, and to defend, indemnify, and save free and harmless from all such asserted suits, demands, and claims the Illinois Central Gulf Railroad Company, the Elgin, Joliet, and Eastern Railway Company, and all of their past, present, and future directors, officers, agents, servants, employees, insurers, contractors, affiliates, successors, and assigns, and the State of Louisiana and/or any agency thereof. This fund is to be maintained at interest for not less than thirty years from March 17, 1986.

Upon expiration of the thirty-year period, if no claims are pending and if DEQ or its successor has determined and notified the Commission that all site activities may be terminated, then any fund balance remaining in this fund will be disbursed in the same manner provided for the Contingency Fund, described later. However, if any claims are pending or if site activities are continuing at the instance of the State of Louisiana or its agencies when the thirty-year period expires, then the fund may not be dissolved.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**Derailment Contingency Fund** is used to account for any additional funds received by the Commission from the 21<sup>st</sup> Judicial District Court Fund in the distribution of settlement proceeds in the derailment class action will be held in this fund until such time as the court having jurisdiction of the class action proceedings shall determine in contradictory proceedings that this fund or any portion thereof may be released for distribution in the following manner:

One-third shall be paid as directed by the Livingston Parish Council for any permitted public purpose for the benefit of residents of Livingston Parish. One-third shall be paid as directed by the Board of Aldermen of the Town of Livingston for any publicly permitted purpose for the benefit of residents of the Town of Livingston. One-third shall be reserved by the Commission for removal of all monitoring equipment and improvement of the derailment site to accommodate its highest and best use for the benefit of the residents of the Town of Livingston, subject to the restrictions and servitude imposed by the transferors of the property and by the agreement.

Any time prior to the termination of the need for monitoring the site activities, the Commission may make special disbursements from this fund with the approval of the 21<sup>st</sup> Judicial District Court having jurisdiction of the said class action, DEQ, the Livingston Parish Council, and the Board of Aldermen of the Town of Livingston.

**Combustion, Inc. Health Surveillance Fund** is used to provide an office and physician with staff retained to administer a health surveillance program for the benefit of all qualified claimants of the Combustion, Inc. class action settlement.

**NOTE 8 - LITIGATION & CLAIMS**

At December 31, 2000, the Commission is involved in two lawsuits. The likelihood of an unfavorable outcome is believed to be remote in both cases; however, any unfavorable outcome of the litigation could result in substantial potential losses which cannot be estimated.

**NOTE 9 - COMMITMENTS**

The Commission entered into a \$1,550,000 five-year medical services contract in March 1999. Under the terms of this contract, the Commission is to pay \$1,300,000 over five years as follows: \$33,333 monthly in year one, \$20,833 monthly in years two and three, and \$16,667 monthly in years four and five. The terms of the contract also require the Commission to pay \$250,000 over five years as follows: \$4,167 monthly for years one through five. The \$1,300,000 portion of the contract is for medical services related to the Combustion, Inc. health surveillance program, while the \$250,000 portion of the contract is for medical services related to the Illinois Central Gulf Railroad Company health surveillance program.

The Commission allowed their environmental services contract to expire in 1989, but has continued to purchase the original contractor's services on a monthly basis at the cost of \$1,750 per month.

**Livingston Intergovernmental Commission  
Livingston, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended December 31, 2000**

**NOTE 10 - CONTINGENCIES**

On July 17, 2000, the Board of Commissioners approved the disbursement of all assets of the Derailment Contingency Fund, contingent on written approval from the Louisiana Department of Environmental Quality and on authorization from the Louisiana 21<sup>st</sup> Judicial District Court.

It is the Commission's intention that these assets be divided between the Town of Livingston for the completion of a public park project, and Livingston Parish Fire Protection District 12 for the purchase of fire equipment and capital improvements to the public water system.

**NOTE 11 - COMPENSATION OF COMMISSIONERS**

Members of the Board of Commissioners are compensated on a per diem basis for each meeting attended. In 2000, the per diem amount is \$150 per member per meeting, and \$75 per member per special meeting. Compensation paid in 2000 is as follows:

D. Derral Jones, Chairman	\$ 1,800
Randall M. Morgan, Vice-Chairman	1,800
Randall L. Rushing, Secretary/Treasurer	1,650
Roy K. McDonald, Commissioner	1,800
Steve S. Stafford, Commissioner	1,800
	<u>\$ 8,850</u>

## Supplemental Information

**Livingston Intergovernmental Commission**

**Combining Balance Sheet  
Fiduciary Fund Type - Expendable Trust Funds  
December 31, 2000**

	<u>Derailment Operating Expense</u>	<u>Derailment Environmental Surveillance</u>	<u>Derailment Health Surveillance</u>
<b>Assets</b>			
Cash & Cash Equivalents	\$ 84,711	\$ 44,915	\$ 33,598
Investments, At Fair Value	666,411	1,304,129	718,541
Accrued Interest Receivable	11,708	20,359	10,995
Due From Other Funds	-	-	10,578
Property & Equipment:			
Land	-	11,054	93,000
Building	-	7,700	527,552
Equipment	6,437	25,917	47,844
Furniture & Fixtures	2,035	477	12,866
Total Assets	<u>\$ 771,302</u>	<u>\$ 1,414,551</u>	<u>\$ 1,454,974</u>
<b>Liabilities &amp; Fund Balance</b>			
Liabilities:			
Accounts Payable	\$ 312	\$ 548	\$ 810
Accrued Expenses Payable	-	-	4,056
Compensated Absences Payable	1,481	4,292	5,718
Due To Other Funds	6,063	4,515	152
Total Liabilities	<u>7,856</u>	<u>9,355</u>	<u>10,736</u>
Fund Balance, Reserved	763,446	1,405,196	1,444,238
Total Liabilities & Fund Balance	<u>\$ 771,302</u>	<u>\$ 1,414,551</u>	<u>\$ 1,454,974</u>

The accompanying notes are an integral part of these statements.

# Schedule 1

<u>Derailment Thirty-Year Indemnity</u>	<u>Derailment Contingency Fund</u>	<u>Combustion, Inc. Health Surveillance</u>	<u>Total</u>
\$ 31,834	\$ 291,450	\$ 172,624	\$ 659,132
2,603,910	-	646,641	5,939,632
-	-	12,922	55,984
152	-	-	10,730
-	-	-	104,054
-	-	-	535,252
-	-	-	80,198
-	-	-	15,378
<u>\$ 2,635,896</u>	<u>\$ 291,450</u>	<u>\$ 832,187</u>	<u>\$ 7,400,360</u>
\$ 106	\$ -	\$ -	\$ 1,776
-	-	-	4,056
-	-	-	11,491
-	-	-	10,730
<u>106</u>	<u>-</u>	<u>-</u>	<u>28,053</u>
2,635,790	291,450	832,187	7,372,307
<u>\$ 2,635,896</u>	<u>\$ 291,450</u>	<u>\$ 832,187</u>	<u>\$ 7,400,360</u>

**Livingston Intergovernmental Commission**

**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Fiduciary Fund Type - Expendable Trust Funds  
Year Ended December 31, 2000**

	<u>Derailment Operating Expense</u>	<u>Derailment Environmental Surveillance</u>	<u>Derailment Health Surveillance</u>
<b>Revenues</b>			
Investment Income:			
Net Increase (Decrease) In Fair Value Of Investments	\$ 29,288	\$ 44,799	\$ 12,095
Interest Earned	47,859	90,472	51,277
<b>Total Revenues</b>	<u>77,147</u>	<u>135,271</u>	<u>63,372</u>
<b>Expenditures</b>			
Commissioner Per Diem	8,850	-	-
Salaries	17,482	41,337	52,642
Employee Group Insurance	2,389	5,958	5,407
Payroll Taxes	2,445	3,513	4,343
Workmens' Compensation Insurance	163	1,671	321
Supplies & Materials	350	25	599
Advertising & Printing	951	-	56
Electricity	2,047	1,207	6,657
Telephone	1,319	669	1,653
Sanitation	1,399	2,545	4,693
Miscellaneous	368	97	522
Repairs & Maintenance	441	-	1,690
Legal & Accounting	3,401	4,401	3,401
Health Surveillance Contract	-	-	50,000
Medical Examinations	-	-	2,234
Environmental Surveillance Contract	-	19,250	-
Site Surveillance	-	25,848	-
Property & Liability Insurance	1,761	-	5,190
<b>Total Expenditures</b>	<u>43,366</u>	<u>106,521</u>	<u>139,408</u>
<b>Excess Revenues (Expenditures)</b>	<u>33,781</u>	<u>28,750</u>	<u>(76,036)</u>
<b>Other Financing Sources (Uses)</b>			
Gain (Loss) on Fixed Asset Disposal	-	-	(1,559)
Operating Transfers In (Out)	-	-	44,467
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>42,908</u>
<b>Excess Revenues &amp; Other Financing Sources (Expenditures &amp; Other Financing Uses)</b>	33,781	28,750	(33,128)
<b>Fund Balance, Reserved, Beginning Of Year</b>	729,665	1,376,446	1,477,366
<b>Initial Funding of Trust</b>	-	-	-
<b>Fund Balance, Reserved, End Of Year</b>	<u>\$ 763,446</u>	<u>\$ 1,405,196</u>	<u>\$ 1,444,238</u>

The accompanying notes are an integral part of these statements.

Schedule 2

<u>Derailment Thirty-Year Indemnity</u>	<u>Derailment Contingency Fund</u>	<u>Combustion, Inc. Health Surveillance</u>	<u>Total</u>
\$ 334,578	\$ -	\$ 12,777	\$ 433,537
2,027	15,859	50,841	258,335
<u>336,605</u>	<u>15,859</u>	<u>63,618</u>	<u>691,872</u>
-	-	-	8,850
-	-	-	111,461
-	-	-	13,754
-	-	-	10,301
-	-	-	2,155
-	-	-	974
-	-	-	1,007
-	-	-	9,911
-	-	-	3,641
-	-	-	8,637
-	100	-	1,087
-	-	242	2,373
6,083	-	-	17,286
-	-	275,000	325,000
-	-	-	2,234
-	-	-	19,250
-	-	-	25,848
-	-	-	6,951
<u>6,083</u>	<u>100</u>	<u>275,242</u>	<u>570,720</u>
<u>330,522</u>	<u>15,759</u>	<u>(211,624)</u>	<u>121,152</u>
-	-	-	(1,559)
-	-	(44,467)	-
<u>-</u>	<u>-</u>	<u>(44,467)</u>	<u>(1,559)</u>
330,522	15,759	(256,091)	119,593
2,305,268	275,587	1,088,278	7,252,610
-	104	-	104
<u>\$ 2,635,790</u>	<u>\$ 291,450</u>	<u>\$ 832,187</u>	<u>\$ 7,372,307</u>

**Livingston Intergovernmental Commission**

**Schedule 3**

**Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2000**

**Section I - Internal Control and Compliance Material to the Financial Statements**

No section I findings.

**Section II - Internal Control and Compliance Material to Federal Awards**

Section II not applicable.

**Section II - Management Letter**

No section II findings.

**Livingston Intergovernmental Commission**  
**Corrective Action Plan for Current-Year Audit Findings**  
**For the Year Ended December 31, 2000**

**Schedule 4**

**Section I - Internal Control and Compliance Material to the Financial Statements**

No section I findings.

**Section II - Internal Control and Compliance Material to Federal Awards**

Section II not applicable.

**Section III - Management Letter**

No section III findings.

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American Institute of CPAs  
Society of Louisiana CPAs

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Commissioners  
Livingston Intergovernmental Commission  
Livingston, Louisiana

We have audited the general purpose financial statements of Livingston Intergovernmental Commission, a component unit of the Town of Livingston, Louisiana, as of and for the year ended December 31, 2000, and have issued our report thereon dated February 15, 2001. We conducted our audit in accordance with generally accepted auditing standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether Livingston Intergovernmental Commission's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Livingston Intergovernmental Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

**BRUCE HARRELL & CO.**  
CERTIFIED PUBLIC ACCOUNTANTS  
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Board of Commissioners  
Livingston Intergovernmental Commission  
Page 2

This report is intended solely for the information of the Commission and the Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

  
Bruce Harrell and Company, CPAs  
A Professional Accounting Corporation

February 15, 2001